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IN THE UNITED STATES DISTRICT COURT FOR THE

DISTRICT OF ALASKA

UNITED STATES OF AMERICA,)
Plaintiff,)Civil No. CV A02-0054 JKS
v.)
THOMAS R. MUNGLE and MARLENE C.)STATUS REPORT AS OF SEPTEMBER 15,
MUNGLE ; DOWN RIGGER CORP.;)2006
SIERRA VIEW HOLDING, INC.;)
ROBERT and JOAN DIDIER;)
INVERSIONES QUIZARRA, S.A.;)
DAVID ALLISON; and)
HOWARD JAEGER,)
Defendants.)

)

The United States of America, by and through its undersigned counsel and pursuant to the Court's order, hereby submits this report on the status of this litigation as of September 15,

2006:

1. As noted in the United States' prior status reports, two of the three parcels of real property at issue in this action have been foreclosed upon and sold. The remaining parcel, the personal residence of defendants Thomas and Marlene Mungle ("taxpayers"), has not yet been foreclosed upon or sold. The United States filed, along with this Status Report, a Motion for Order or Foreclosure and Decree of Sale against the remaining parcel of property.

2. The Department of Justice and David Grossman, counsel for the defendants, are in the process of determining an updated payoff figure for Thomas and Marlene Mungle's total outstanding tax liabilities.

3. The taxpayers continue to pursue refinancing of their property to obtain funds to pay the liability in full.

4. Given the delays with regard to the refinancing, the United States requests that the Court enter an Order of Foreclosure and Decree of Sale with regard to the taxpayers' remaining parcel of property.

DATED this 15th day of September, 2006.

Respectfully submitted,

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s/ Goud P. Maragani
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CERTIFICATE OF SERVICE

I declare under penalty of perjury that a true and correct copy of the foregoing was sent to the following parties on September 15, 2006:

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